

Message Text

UNCLASSIFIED

PAGE 01 JAKART 05001 190952Z

ACTION EA-09

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-08 FRB-01

INR-07 NSAE-00 USIA-15 TRSE-00 XMB-04 OPIC-06

SP-02 LAB-04 SIL-01 OMB-01 NSC-05 SS-15 STR-04

CEA-01 AGRE-00 PA-02 PRS-01 /092 W

-----191001Z 005259 /22

R 190916Z APR 77

FM AMEMBASSY JAKARTA

TO SECSTATE WASHDC 0539

UNCLAS JAKARTA 5001

E.O. 11652: N/A

TAGS: EPAP,EMIN,ETRD,ID

SUBJ: FORMATION OF INDONESIAN COMMODITY EXCHANGE

1. MINISTER OF TRADE RADIUS PRAWIRO ANNOUNCED APRIL 16 THAT GOVERNMENT EFFORTS TO FORM AN EXCHANGE FOR COMMODITIES PRODUCED IN INDONESIA WERE NOW UNDERWAY. ACCORDING TO THE LOCAL PRESS, HE SAID THE PURPOSE OF SUCH AN EXCHANGE IS TO "SET AN OBJECTIVE PRICE FOR EVERY TRADED COMMODITY," WHICH WOULD SATISFY BOTH BUYERS AND SELLERS AND ACT AS A GUIDE IN THEIR TRANSACTIONS.

2. PRAWIRO'S SPECIAL ASSISTANT, HASSAN KARTADJAMENA, WHO CLAIMED PRIDE OF AUTHORSHIP FOR GOVERNMENT STUDIES ON THE PROJECT SAID THAT CONCEPTUALLY AND OPERATIONALLY THE GOI IS READY TO PROCEED. HOWEVER, SINCE "PERSUASION, RATHER THAN DIRECTIVES" WILL BE NECESSARY TO GAIN THE SUPPORT AND CONFIDENCE OF THOSE EXPECTED TO BE INVOLVED, THE PROJECT WOULD BE BROUGHT ALONG SLOWLY. NEVERTHELESS HE HOPES THE EXCHANGE WILL BE IN EXISTENCE HIS YEAR.

3. THE TWO COMMODITIES WHICH KARTADJAMENA EXPECTS TO FORM THE BASIS OF THE NEW EXCHANGE ARE COFFEE AND RUBBER. THE ASSUMPTION IS THAT IT WILL BE FAIRLY SIMPLE TO
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 JAKART 05001 190952Z

INCORPORATE LESS WIDELY TRADED COMMODITIES ONCE AN EXCHANGE FOR ITEMS TRADED ON A DAILY BASIS EXISTS, WHEREAS THE REVERSE MIGHT NOT BE TRUE. KARTADJAMENA FORESEES A SELF-REGULATED BODY, WITH AN ADMINISTRATIVE BOARD DRAWING TALENT FROM THE GOVERNMENT, THE FINANCIAL COMMUNITY, MEMBERS OF THE TRADE, AND OTHER PARTS OF THE PRIVATE SECTOR.

4. COMMENT: IT MAY BE SOME TIME BEFORE THIS PROJECT GETS OFF THE GROUND, ANDKN EVEN LONGER TIME BEFORE IT AMOJNTS TO ANYTHING. EVEN SO, IT IS SIGNIFICANT AS ANOTHER INDICATOR OF THE GROWING AWARENESS OF GOI POLICYMAKERS OF THE IMPORTANCE TO THE ECONOMY OF COMMODITIES AND OF THEIR AQUALLY GROWING DETERMINATION TO MAXIMIZE THE BENEFITS OF COMMODITIES.
NEWSOM

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COFFEE, RUBBER, TRADE AGREEMENTS
Control Number: n/a
Copy: SINGLE
Sent Date: 19-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977JAKART05001
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770135-0663
Format: TEL
From: JAKARTA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770443/aaaablqq.tel
Line Count: 71
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 2ff0b4a2-c288-dd11-92da-001cc4696bcc
Office: ACTION EA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 10-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2766984
Secure: OPEN
Status: NATIVE
Subject: FORMATION OF INDONESIAN COMMODITY EXCHANGE
TAGS: EPAP, EMIN, ETRD, ID
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/2ff0b4a2-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009